

House File 2153 - Introduced

HOUSE FILE 2153
BY HELLAND

A BILL FOR

1 An Act exempting from sales tax charges paid for membership in
2 a physical exercise club.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 423.3, Code Supplement 2009, is amended
2 by adding the following new subsection:

3 NEW SUBSECTION. 96. The sales price of charges paid for
4 membership in a physical exercise club. For the purposes of
5 this subsection, "*charges paid for membership*" means "*contract*
6 *price*" as defined in section 552.1, and "*physical exercise club*"
7 means as defined in section 552.1.

8 EXPLANATION

9 This bill creates a sales tax exemption for the price
10 of a membership to a physical exercise club or to use the
11 services or facilities of a physical exercise club. The sales
12 tax exemption applies to the contract price paid as defined
13 in Code section 552.1, which includes service charges or
14 membership fees. A physical exercise club, as defined in Code
15 section 552.1, includes a facility offering services for the
16 preservation, maintenance, encouragement, or development of
17 physical fitness or well-being.